P 252338Z APR 96 FM AMEMBASSY BANDAR SERI BEGAWAN TO SECSTATE WASHDC PRIORITY 5642 INFO ASSOCIATION OF SOUTHEAST ASIAN NATIONS USCINCPAC HONOLULU HI NSC WASHDC

C O N F I D E N T I A L SECTION 01 OF 03 BANDAR SERI BEGAWAN 000308

DEPT. FOR EAP/PIMBS SINGAPORE FOR ARMA CINCPAC ALSO FOR FPA - AMB. SALMON NSC FOR ASIA DIRECTOR SANDRA KRISTOFF

E.O. 12958: 4/25/16

TAGS: PREL BX

SUBJECT: BRUNEI: A FRIEND WORTH CULTIVATING

- 11. CLASSIFIED BY AMBASSADOR THERESA A. TULL. REASONS: 1.5(B) AND (D).
- 12. SUMMARY: BRUNEI HAS PROVEN INCREASINGLY OVER THE PAST FEW YEARS THAT IT IS A FRIEND OF THE UNITED STATES, GRATEFUL FOR OUR FORWARD DEPLOYED PACIFIC PRESENCE, AND COOPERATIVE IN OUR EFFORTS ON SEVERAL INTERNATIONAL ISSUES, INCLUDING KEDO, BOSNIA, AND THE MIDDLE EAST PEACE PROCESS. FOR VERY LITTLE ADDITIONAL INVESTMENT IN TIME AND FUNDS, THE UNITED STATES COULD ENHANCE ITS BILATERAL RELATIONSHIP WITH BRUNEI AND, I AM CONFIDENT, GENERATE EVEN MORE COOPERATION FROM THIS OIL-RICH SULTANATE.
- AS I CONCLUDE MY TOUR IN BRUNEI, I RECOMMEND (A) THAT THE PRESIDENT GIVE THE SULTAN OF BRUNEI SOME "FACE" TIME, BEGINNING WITH SCHEDULING A BILATERAL ON THE FRINGES OF THE MANILA APEC LEADERS MEETING, AND POSSIBLY INCLUDING A POST-ELECTION WASHINGTON INVITATION; (B) TO FURTHER INCREASE BILATERAL INTERACTION, THAT THE STATE DEPARTMENT OFFER TO ESTABLISH A JOINT COMMISSION WITH BRUNEI, AND THAT SENIOR USG OFFICIALS FROM VARIOUS GOVERNMENT DEPARTMENT VISIT BRUNEI OCCASIONALLY, AND THAT THEIR BRUNEIAN COUNTERPARTS BE INVITED MORE OFTEN TO THE UNITED STATES; AND (C) THAT A MINIMUM INTERNATIONAL VISITOR GRANT AND FULBRIGHT PROGRAM BE RETAINED FOR BRUNEI, DESPITE USIA BUDGET CUTBACKS. GIVEN THE SULTAN'S PREDISPOSITION TOWARDS A CLOSER RELATIONSHIP WITH THE U.S., THIS MODEST EFFORT WOULD PAY DIVIDENDS IN TERMS OF ADDITIONAL COOPERATION, INCLUDING FINANCIAL, ON BRUNEI'S PART IN CAUSES OF IMPORTANCE TO THE UNITED STATES. END SUMMARY.
- U.S. ECLIPSING GREAT BRITAIN AS IMPLICIT GUARANTOR OF BRUNEIAN SECURITY

14. GREAT BRITAIN CONTINUES TO LOOM LARGE IN BRUNEI, WITH THE RESIDUAL GURKHA PRESENCE, ITS LOAN OFFICERS IN SERVICE WITH THE BRUNEIAN MILITARY, AND THE TIES OF A CENTURY OF THE BRITISH PROTECTORATE, REINFORCED BY BRUNEIAN LINKS TO BRITISH UNIVERSITIES--AND ASSIDUOUS CULTIVATION OF THE WEALTHY SULTAN BY BRITISH ROYALTY. BUT GREAT BRITAIN DOES NOT HAVE THE SEVENTH FLEET, AND IS NOT VIEWED AS THE STABILIZER OF THE ASIA-PACIFIC REGION, OR AS THE BENIGN PROVIDER OF SECURITY IN THE UNCERTAIN DAYS AHEAD AS CHINA DEVELOPS AS A SUPERPOWER AND FLEXES ITS MUSCLES IN THE REGION. INCREASINGLY I SENSE THAT FOR BRUNEI, THE UNITED STATES IS REGARDED AS THE ULTIMATE GUARANTOR OF ITS SECURITY--NOT THAT BRUNEI NECESSARILY EXPECTS THE U.S. TO COME TO THE RESCUE IF INVADED, BUT IN THE SENSE THAT THE U.S. PRESENCE,

PARTICULARLY IN THE FORM OF THE SEVENTH FLEET, WILL KEEP POTENTIALLY AGGRESSIVE REGIONAL POWERS AT BAY.

15. BRUNEI'S APPRECIATION FOR THE U.S. PRESENCE WAS HEIGHTENED BY CHINA'S RECENT AGGRESSIVE BEHAVIOR TOWARDS TAIWAN. IN RECENT WEEKS SEVERAL SENIOR BRUNEIAN OFFICIALS, INCLUDING THE SULTAN, HAVE EXPRESSED CONCERN TO ME ABOUT CHINA'S INTENTIONS, AND GRATITUDE FOR THE U.S. RESPONSE.

BRUNEI'S COOPERATION WITH THE U.S. INCREASING

- IN THE PAST TWO YEARS, BRUNEI HAS INCREASED ITS COOPERATION WITH THE U.S. IN KEY AREAS. FIRST, WE CONCLUDED A LONG-STALLED NEGOTIATION AND IN NOVEMBER 1994 SIGNED A MEMORANDUM OF UNDERSTANDING ON DEFENSE COOPERATION, ON TERMS FAVORABLE TO THE U.S. WITH REGARD TO CRIMINAL PROCEEDINGS AGAINST POSSIBLE U.S. MILITARY OFFENDERS--BETTER TERMS, I BELIEVE, THAN SINGAPORE WAS WILLING TO ACCEPT. DESPITE SOME RESIDUAL BRUNEIAN NERVOUSNESS THAT THE TINY COUNTRY NOT BE SEEN (BY ITS POTENTIALLY AGGRESSIVE NORTHERN NEIGHBOR) AS TOO CLOSELY LINKED WITH THE UNITED STATES, AT THE VERY TOP LEVEL OF GOVERNMENT IT WAS DECIDED THAT A CLOSER RELATIONSHIP WITH THE BENIGN PROVIDER OF SECURITY IN THE REGION, THE UNITED STATES, WAS WORTH THE RISK OF AROUSING CONCERN IN CHINA.
- 17. BRUNEI HAS ALSO MARKEDLY INCREASED ITS COOPERATION WITH THE UNITED STATES IN INTERNATIONAL ISSUES OF MUTUAL CONCERN. THE COUNTRY HAS RESPONDED GENEROUSLY TO OUR APPEALS FOR FINANCIAL ASSISTANCE FOR THE KOREAN PENINSULA ENERGY DEVELOPMENT ORGANIZATION (KEDO), FOR AID TO THE PALESTINIANS IN CONNECTION WITH THE MIDDLE EAST PEACE PROCESS, AND HAS SUPPORTED THE BOSNIAN MUSLIMS, MOST RECENTLY WITH A US \$8 MILLION DOLLAR PLEDGE FOR REFUGEE RELIEF AT THE BRUSSELS CONFERENCE.
- 18. IN APEC AND IN ASEAN, BRUNEI HAS BEEN GENERALLY SUPPORTIVE OF U.S. GOALS. BRUNEI'S SKILLFUL DIPLOMACY IN THE CRITICAL INITIAL STAGES HELPED SHAPE THE ASEAN REGIONAL FORUM IN DIRECTIONS COMPATIBLE WITH U.S. AIMS FOR THIS IMPORTANT FORUM.
- 19. BRUNEI HAS ALSO GIVEN U.S. BIDDERS VALUABLE CONTRACTS IN RECENT MONTHS (SIKORSKY, BOEING ARGOSYSTEMS, AIRWAYS ENGINEERING). MCDONNELL DOUGLAS AND RAYTHEON ARE COMPETING FOR SHIPBOARD MISSILE SALES AND APPEAR TO HAVE A GOOD CHANCE OF WINNING THE CONTRACTS.

RECOMMENDATIONS TO ENHANCE COOPERATION

- 110. ALL OF THIS COOPERATION LEADS TO ONE CONCLUSION: FOR THE U.S., BRUNEI IS INCREASINGLY A FRIEND, AND ONE WORTH CULTIVATING A BIT MORE THAN WE HAVE IN THE PAST. WITH A VERY SMALL INVESTMENT IN TIME, EFFORT, AND FUNDS, THE U.S. COULD SOLIDIFY THIS COOPERATION, AND MOST LIKELY GAIN MORE, INCLUDING ADDITIONAL FINANCIAL CONTRIBUTIONS TO INTERNATIONAL CAUSES OF MUTUAL CONCERN, AND POSSIBLY SOME MORE LUCRATIVE CONTRACTS FOR AMERICAN FIRMS.
- 111. I OFFER THE FOLLOWING SPECIFIC RECOMMENDATIONS:
- 1A. REQUEST BILATERAL FOR THE SULTAN WITH PRESIDENT CLINTON ON THE MARGINS OF THE MANILA

APEC LEADERS MEETING, TO REPLACE THE ABORTED OSAKA BILATERAL. PERSONAL RELATIONSHIPS ARE SO IMPORTANT IN SOUTHEAST ASIA, AND PARTICULARLY IN BRUNEI. THE SULTAN FEELS A RAPPORT WITH THE PRESIDENT, WHICH BEGAN WITH THE SEATTLE APEC LEADERS SUMMIT. A SMALL MEASURE OF PERSONAL CONTACT WITH THE PRESIDENT WOULD MAKE THE SULTAN EVEN MORE RESPONSIVE TO OUR APPEALS FOR ASSISTANCE.

- INVITE THE SULTAN FOR AN OFFICIAL VISIT TO WASHINGTON. I BELIEVE THAT BRUNEI IS THE ONLY ASEAN COUNTRY (EXCEPT NEWLY ADMITTED VIETNAM) WHOSE HEAD OF STATE AT ONE TIME OR THE OTHER HAS NOT BEEN INVITED TO WASHINGTON. ONE RESPECTED SENIOR OFFICIAL TOLD ME THAT PERHAPS IF THE SULTAN MADE NASTY PUBLIC SPEECHES AGAINST THE U.S., HE, LIKE MALAYSIA'S MAHATIR, MIGHT ALSO BE INVITED TO THE WHITE HOUSE. THE ABSENCE OF AN OFFICIAL INVITATION IS AWKWARD BECAUSE THE SULTAN WAS IN FACT INVITED ORALLY BY THE PRESIDENT HIMSELF DURING THE SEATTLE LEADERS MEETING. PROVING THAT THIS WAS NOT JUST A CASUAL "HOPE YOU CAN COME TO MY COUNTRY SOMETIME" REMARK, PRESIDENT CLINTON REPEATED THE INVITATION TO BRUNEI'S AMBASSADOR WHEN HE PRESENTED CREDENTIALS AT THE WHITE HOUSE A COUPLE OF MONTHS AFTER THE SEATTLE MEETING. RECOMMEND THAT THE PRESIDENT, IN 1997, EXTEND A FORMAL INVITATION TO THE SULTAN TO VISIT WASHINGTON.
- 1C. ESTABLISH A JOINT COMMISSION BETWEEN THE U.S. AND BRUNEI TO REVIEW ON AN ANNUAL BASIS THE OVERALL STATE OF THE BILATERAL RELATIONSHIP. BRUNEI HAS THESE JOINT COMMISSIONS WITH MANY COUNTRIES, INCLUDING CHINA, OMAN, PAKISTAN, ETC. THE MEETINGS ARE USUALLY CHAIRED AT THE PERMANENT SECRETARY LEVEL, AND ARE HELD IN ALTERNATE CAPITALS. THE COMMISSIONS CONSIDER WAYS TO ENHANCE COOPERATION IN THE POLITICAL, ECONOMIC, COMMERCIAL, SOCIAL AND CULTURAL FIELDS. FOR THE U.S., A COMMISSION WOULD BE A MEANS TO SHOW BRUNEI THAT WE BELIEVE THE RELATIONSHIP TO BE MORE THAN A SERIES OF TIN CUP EXERCISES. IT WOULD BRING THE ASSISTANT SECRETARY TO BRUNEI BIANNUALLY FOR BILATERAL DISCUSSIONS, GIVING VISIBLE EVIDENCE THAT WE CARE ABOUT THE RELATIONSHIP.
- SCHEDULE MORE FREQUENT VISITS BY SENIOR USG CIVILIAN OFFICIALS TO BRUNEI FOR BILATERAL DISCUSSIONS. (U.S. SENIOR MILITARY OFFICERS VISIT BRUNEI REGULARLY; THESE VISITS SHOULD BE MAINTAINED AT CURRENT LEVELS.) THESE SHOULD INCLUDE THE SECRETARY OF COMMERCE, DEPUTY SECRETARY OF STATE (AND THE SECRETARY, IF HE IS TOURING THE REGION), THE USTR, AND OUR AMBASSADOR TO THE UNITED NATIONS. AGAIN, THESE OCCASIONAL VISITS WOULD HAVE AS THEIR GOAL SIMPLY SHOWING BRUNEI THAT WE DO NOT TAKE THEM FOR GRANTED. WE SHOULD NOT EXPECT IMMEDIATE TANGIBLE BENEFITS, BUT OVER TIME SHOWING THAT WE TAKE BRUNEI SERIOUSLY WILL, I AM CONFIDENT, PAY DIVIDENDS IN TERMS OF INCREASED COOPERATION. AT THE SAME TIME WE SHOULD INVITE SENIOR BRUNEIAN OFFICIALS TO THE U.S. MORE FREQUENTLY.
- TE. FUND A SMALL INTERNATIONAL VISITOR AND FULBRIGHT PROGRAM. USIA STOPPED FUNDING THE SMALL USIS EFFORT IN BRUNEI JANUARY 1, 1996. BECAUSE OF THE IMPORTANCE OF THIS EFFORT, I HAVE CONTINUED TO MAINTAIN THE RUDIMENTS OF A USIS OPERATION, SUCH AS DISTRIBUTING THE WIRELESS FILE AND MAINTAINING CONTACT WITH BRUNEI'S ONE UNIVERSITY, DRAWING FROM THE EMBASSY'S MINISCULE BUDGET. WE HAVE TWO INTERNATIONAL VISITOR CANDIDATES IN THE PIPELINE FOR FY-96 PROGRAMS.

AT PRESENT WE HAVE AN OUTSTANDING FULBRIGHT PROFESSOR AT THE UNIVERSITY, AND A SIMILARLY OUTSTANDING USIA-PROVIDED LIBRARY FELLOW HELPING TO ESTABLISH THE LIBRARY AT THE NEW UNIVERSITY CAMPUS. THE BRUNEIAN GOVERNMENT PAYS FOR ALL EXPENSES FOR THESE TWO INDIVIDUALS, EXCEPT FOR THEIR STIPEND. DESPITE USIA'S SHRINKING BUDGET, FUNDS SHOULD BE FOUND TO CONTINUE A MODEST IV AND FULBRIGHT PROGRAM HERE. THREE IV GRANTS PER YEAR, AND ONE FULBRIGHTER, WOULD COST THE USG NO MORE THAN \$100,000 PER YEAR, AND WOULD BE MONEY WELL SPENT. EXPOSURE TO THE US BY MID-LEVEL BRUNEIAN OFFICIALS, AND THE REGULAR INCLUSION OF A FULBRIGHT PROFESSOR ON THE FACULTY OF THE UNIVERSITY, WHICH IS UNDER INCREASING PRESSURE TO "ISLAMICIZE", YET WANTS TO EXPAND AND GROW ACADEMICALLY, WOULD BE MONEY WELL SPENT. FURTHER, STOPPING THESE PROGRAMS COULD BE VIEWED BY THE BRUNEIAN GOVERNMENT AS A SNUB AND COULD IMPACT NEGATIVELY ON THEIR WILLINGNESS TO INCREASE COOPERATION WITH US IN OTHER AREAS.

112. THESE ARE MODEST PROPOSALS--A LITTLE FACE TIME, A MODEST USIA EFFORT. I URGE THAT THEY BE FAVORABLY CONSIDERED, AND WISH MY SUCCESSOR WELL IN BRINGING THEM TO FRUITION.

TULL